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UNITED STATES  
SECURITIES AND EXCHANGE COMMISSION  
Washington, D.C. 20549

ANNUAL AUDITED REPORT  
FORM X-17A-5  
PART III

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FACING PAGE

Information Required of Brokers and Dealers Pursuant to Section 17 of the  
Securities Exchange Act of 1934 and Rule 17a-5 Thereunder

REPORT FOR THE PERIOD BEGINNING 4/1/08 AND ENDING 3/31/09  
MM/DD/YY MM/DD/YY

A. REGISTRANT IDENTIFICATION

NAME OF BROKER-DEALER: Broad Street Securities, Inc.

ADDRESS OF PRINCIPAL PLACE OF BUSINESS: (Do not use P.O. Box No.)

8751 W Broward Blvd, Suite 307

(No. and Street)

Plantation

Florida

33324

(City)

(State)

(Zip Code)

NAME AND TELEPHONE NUMBER OF PERSON TO CONTACT IN REGARD TO THIS REPORT

(Area Code - Telephone Number)

B. ACCOUNTANT IDENTIFICATION

INDEPENDENT PUBLIC ACCOUNTANT whose opinion is contained in this Report\*

Massey & Massey Accountancy, LLP

(Name - if individual, state last, first, middle name)

503 Oakdale Street

Folsom

CA

95630

(Address)

(City)

(State)

(Zip Code)

CHECK ONE:

☒ Certified Public Accountant

☐ Public Accountant

☐ Accountant not resident in United States or any of its possessions.

SEC  
Mail Processing  
Section

JUN 01 2009

Washington, DC

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\*Claims for exemption from the requirement that the annual report be covered by the opinion of an independent public accountant must be supported by a statement of facts and circumstances relied on as the basis for the exemption. See Section 240.17a-5(e)(2)

SEC 1410 (06-02)

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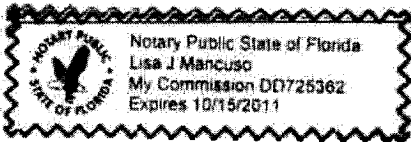
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## OATH OR AFFIRMATION

I, Stuart G. Burchard, swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statement and supporting schedules pertaining to the firm of Broad Street Securities, Inc, as of March 31st, 20 09, are true and correct. I further swear (or affirm) that neither the company nor any partner, proprietor, principal officer or director has any proprietary interest in any account classified solely as that of a customer, except as follows:

N/A



Lisa J Mancuso

Notary Public

Stuart G. Burchard

Signature

CEO

Title

This report \*\* contains (check all applicable boxes):

- ☐ (a) Facing Page.
- ☐ (b) Statement of Financial Condition.
- ☐ (c) Statement of Income (Loss).
- ☐ (d) Statement of Changes in Financial Condition.
- ☐ (e) Statement of Changes in Stockholders' Equity or Partners' or Sole Proprietors' Capital.
- ☐ (f) Statement of Changes in Liabilities Subordinated to Claims of Creditors.
- ☐ (g) Computation of Net Capital.
- ☐ (h) Computation for Determination of Reserve Requirements Pursuant to Rule 15c3-3.
- ☐ (i) Information Relating to the Possession or Control Requirements Under Rule 15c3-3.
- ☐ (j) A Reconciliation, including appropriate explanation of the Computation of Net Capital Under Rule 15c3-1 and the Computation for Determination of the Reserve Requirements Under Exhibit A of Rule 15c3-3.
- ☐ (k) A Reconciliation between the audited and unaudited Statements of Financial Condition with respect to methods of consolidation.
- ☐ (l) An Oath or Affirmation.
- ☐ (m) A copy of the SIPC Supplemental Report.
- ☐ (n) A report describing any material inadequacies found to exist or ~~found to have existed~~ since the date of the previous audit.

**\*\*For conditions of confidential treatment of certain portions of this filing, see section 240.17a-5(e)(3).**

## **Table of Contents**

Independent Auditors Report	1.
Statement of Financial Condition	2.
Statement of Income (Loss)	3.
Statement of Changes in Shareholder Equity	4.
Statement of Cash Flows	5.
Notes to Financial Statements	6.
Supplementary Information	8.
Independent Auditor's Report on Internal Control	11.



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Massey & Massey  
Accountancy, LLP

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503 Oakdale Street Folsom, CA 95630

Ph: 916.608.8166 Fax: 916.608.8165

**INDEPENDENT AUDITOR'S REPORT**

To the Board of Directors  
Broad Street Securities, Inc

We have audited the accompanying statement of financial condition of Broad Street Securities, Inc as of March 31, 2009 and the related statement of income (loss), changes in shareholders' equity and cash flows for the year then ended. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all materials respects, the financial position of Broad Street Securities, Inc. as of March 31, 2009 and the results of its operations and its cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplemental information included with this report is presented for the purposes of additional analysis and is not a required part of the basic financial statements, but is supplementary information required by rule 17a-5 of the Securities and Exchange Commission. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

*Massey & Massey Accountancy, LLP.*

Massey & Massey Accountancy, LLP  
Folsom, CA  
May 30, 2009

**Broad Street Securities, Inc**  
**Statement of Financial Condition**  
**As of March 31, 2009**

**Assets**

Cash	\$ 18,047.94
Receivable from Broker/Dealers	200,021.91
Miscellaneous Receivables	50,000.00
Investment Account	6,349.00
Deposits	38,050.00
Prepaid Expenses	1,550.00
Furniture and Equipment	15,550.33
(Net of \$25,409.25 Accumulated Depreciation)	

<b>Total Assets</b>	<b><u>\$ 329,569.18</u></b>
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**Liabilities**

Accounts Payable	\$ 19,330.85
Payroll Payables	\$ 19,599.21
Commissions Payable	28,122.46
Payable to Broker/Dealer	166,402.21

<b>Total Liabilities</b>	<b><u>\$ 233,454.73</u></b>
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**Shareholders' Equity**

Common Stock	\$ 1,000.00
No par value; 1,000 shares authorized, issued and outstanding	
Additional Paid-In Capital	695,220.00
Retained Earnings	(454,780.35)
Net Income (Loss)	(145,325.20)

<b>Total Shareholders' Equity</b>	<b><u>96,114.45</u></b>
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<b>Total Liabilities and Shareholder's Equity</b>	<b><u>\$ 329,569.18</u></b>
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The accompanying notes are an integral part of these financial statements.

**Broad Street Securities, Inc**  
**Statement of Income (Loss)**  
**As of March 31, 2009**

**Revenue**

Commissions: Lockwood Advisors	\$ 2,221.86
Commissions: TAE	-
Commissions: Curian Capital	8,071.41
Commissions: Coltrace	59,167.00
Commissions: Reps	2,419,695.86
Commissions: Mutual Funds	325,665.85
Commissions: Pershing	67,861.00
Commissions: Wrap (FACTC)	225,674.91
Interest income	8,764.11
Unrealized gain/loss	(10,689.81)
Miscellaneous income	32,182.34

**Total Revenue** **\$ 3,138,614.53**

**Expenses**

**Operating Expense**

Commissions	\$ 2,289,059.03
Clearing and execution charges	164,911.12
Management fees	(47,900.00)
Registration	25,970.19
Communications	38,537.04

**Total Operating Expense** **2,470,577.38**

**Administration Expense**

Rent	126,018.18
Telephone	9,487.45
Office expense	1,920.00
Interest expense	9,633.33
Payroll expense	195,394.59
Other administrative expense	470,908.80

**Total Administration Expense** **813,362.35**

**Total Expense** **3,283,939.73**

**Net Income (Loss)** **\$ (145,325.20)**

The accompanying notes are an integral part of these financial statements.

**Broad Street Securities, Inc**  
**Statement of Changes in Shareholders' Equity**  
**As of the Year Ended March 31, 2009**

	Common Stock	Additional Paid-In Capital	Retained Earnings (Deficit)	Total Shareholders' Equity
Balance, beginning of year	\$ 1,000.00	\$ 595,220.00	\$ (454,780.35)	\$ 141,439.65
Correction of prior year accounting error			-	-
Additional Paid-In Capital		100,000.00		100,000.00
Net Income (Loss)			(145,325.20)	(145,325.20)
<b>Balance, end of year</b>	<b>\$ 1,000.00</b>	<b>\$ 695,220.00</b>	<b>\$ (600,105.55)</b>	<b>\$ 96,114.45</b>

The accompanying notes are an integral part of these financial statements.

**Broad Street Securities, Inc**  
**Statement of Cash Flows**  
**As of March 31, 2009**

**Cash Flows from Operating Activities**

Net Income (Loss) -After Adjustments \$ (145,325.20)

Adjustments to reconcile net income to net cash  
provided by operating activities:

Decrease in receivables 44,551.89

Increase in deposits (11,750.00)

Decrease in payables (32,614.93)

Unrealized gain/loss in marketable securities 10,689.81

**Net Cash Flow Provided by Operations** (134,448.43)

**Cash Flows from Investing Activities**

Increase for Investments Liquidated 17,514.85

Furniture & Equipment (13,984.61)

**Cash Flows from Financing Activities**

Additional Capital 100,000.00

Prior Year Adjustment -

**Net Increase in Cash** (30,918.19)

Cash balance, beginning of the year 48,966.13

**Cash balance, end of year** \$ 18,047.94

The accompanying notes are an integral part of these financial statements.



**Broad Street Securities, Inc**  
**Notes to Financial Statements**  
**As of March 31, 2009**

**NOTE 1 Significant Accounting Policies**

**Organization**

The Company was incorporated in the state of Nevada on January 31, 1994. The Company is registered as a broker/dealer with the Securities and Exchange Commission and is a member of the FINRA. The Company's principal business activity is the sale of securities.

**Securities Transactions**

Commission revenue and related expenses arising from securities transactions are recorded on a settlement date basis, which is the same business day as the transaction day.

**Cash Equivalents**

Cash equivalents are defined as certificates of deposit and U.S. government obligations with a maturity date, when purchased by the Company, of less than 90 days, and those securities registered under the Investment Company Act of 1940 which are comprised of cash and other short-term debt instruments and which are commonly referred to as "money market funds."

**Use of Estimates**

The preparation of the Company's financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during a reporting period. Actual results could differ from these estimates.

**Depreciation**

Depreciation of assets is provided using the straight-line and accelerated methods over the estimated useful life of the asset.

**NOTE 2 Net Capital Requirements**

As a registered broker/dealer and member of the FINRA., the Company is subject to the Uniform Net Capital Rule, which requires the maintenance of minimum net capital and requires that the ratio of aggregated indebtedness to net capital, both as defined, shall not exceed 1500%. As of March 31, 2009 the Company's net capital and required net capital were \$66,577.84 and \$15,564.43 respectively. The ratio of aggregate indebtedness to net capital was 351%.

**NOTE 3 Operating Lease - Corporate Apt: 3505 S. Ocean Dr #1410, Hollywood, Florida**

On March 27, 2009 the Company entered into a one year lease for a corporate apartment. The lease is for the period April 1, 2009 through March 31, 2010, with rents at \$1,550.00 per month.

**Broad Street Securities, Inc**  
**Notes to Financial Statements**  
**As of March 31, 2009**

**NOTE 4 Income Tax Loss Carry-forwards**

HBB, Inc., the parent company, is required to file a consolidated U.S. income tax return and includes the income or loss of Broad Street Securities, Inc. as if it were a wholly owned subsidiary with the consent of the minority shareholder. When provisions for income taxes are required in the future, management intends to determine them on a separate return basis. The Company has unused net operating loss carryforward exceeding \$2,589,000.00. The operating loss carryforward is available as an offset against future taxable income and begins to expire in 2011 in the amount of \$134,553.

**NOTE 5 Related Parties**

The Company is 100% owned by HBB, Inc. During the year ended March 31, 2009, the Company received net refunds from HBB, Inc. \$47,900.00 in management fees for certain administrative services.

On April 8, 2008, the Company entered into a management agreement with HBB, Inc. Under the terms of this agreement the Company shall pay HBB, Inc. for management and consulting services equal to up to 10% of the Company's monthly gross income from services out of any excess income. The Company will also reimburse HBB, Inc. for expenses related to the performance of services. This agreement is subject to a compensation reduction clause, which prevents the payment or accrual of services or expenses that might otherwise create a net capital deficiency. Fees or expenses that would otherwise cause a net capital deficiency will not be paid or accrued, and such fees will not be recoverable at a later date by HBB, Inc.

**NOTE 6 Operating Lease - Office Space: 8751 West Broward Blvd #307, Plantation, Florida**

On January 12, 2007 the Company entered into a lease for office space. On May 9th, 2008 this lease was modified to include the period July 1, 2008 through June 30, 2013, with rents beginning at \$3,845.48 per month and increasing 5% annually. Payments made during the year ended March 31, 2009 totaled \$39,959.88.

Minimum future obligations under the above operating leases for the next five years as of March 31, in aggregate, are as follows:

2010	47,876.28
2011	50,270.13
2012	52,783.71
2013	55,422.99
	<u>\$206,353.11</u>

**NOTE 7 Miscellaneous Receivables**

The company has a legal settlement, in which the company is the plaintiff, and settlement fees of \$25,000 have been resolved and an additional \$25,000 has been offered for total settlement of the case. The expectation from the attorneys is the total settlement for \$50,000 will be resolved and paid.

**Broad Street Securities, Inc**  
**Supplementary Information**  
**As of March 31, 2009**

**Computation of Net Capital**

Total Shareholders Equity	96,114.45
	Deductions:
	Nonallowable Assets (28,584.61)
	Haircuts on Securities Held (952.00)
<b>Net Capital</b>	<b><u>\$ 66,577.84</u></b>

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Note: There are no material differences between the computations above and the computations included in the Company's corresponding unaudited Form X-17A-5 Part IIA filing.

See Accompanying Auditor's Report.

**Broad Street Securities, Inc**  
**Supplementary Information**  
**As of March 31, 2009**

**Computation of Net Capital Requirement**

Minimum Net Capital Requirement (6 2/3% of total aggregate indebtedness)	\$15,564.43
Minimum Dollar Net Capital Requirement	\$5,000.00
Net Capital Requirement	<u><u>\$15,564.43</u></u>

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Note: There are no material differences between the computations above and the computations included in the Company's corresponding unaudited Form X-17A-5 Part IIA filing.

See Accompanying Auditor's Report.

**Broad Street Securities, Inc**  
**Supplementary Information**  
**As of March 31, 2009**

**Computation of Aggregate Indebtedness**

Total Liabilities from Statement of Financial Conditions	<u><u>233,454.73</u></u>
Total Aggregate Indebtedness	<u><u>233,454.73</u></u>
Percentage of Aggregate Indebtedness to Net Capital	<u><u>351%</u></u>

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Note: There are no material differences between the computations above and the computations included in the Company's corresponding unaudited Form X-17A-5 Part IIA filing.

See Accompanying Auditor's Report.



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**Massey & Massey  
Accountancy, LLP**

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**503 Oakdale Street Folsom, CA 95630**

*Ph: 916.608.8166 Fax: 916.608.8165*

**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL**

To the Board of Directors;  
Broad Street Securities, Inc.:

In planning and performing our audit of the financial statements of Broad Street Securities, Inc. for the year ended March 31, 2009, we considered its internal control structure, including procedures for safeguarding securities, in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control structure.

Also, as required by rule 17a-5(g)(1) of the Securities and Exchange Commission, we have made a study of the practices and procedures (including tests of compliance with such practices and procedures) followed by Broad Street Securities, Inc. that we considered relevant to the objectives stated in rule 17a-5(g), in making the periodic computations of aggregate indebtedness and net capital under rule 17a-3(a)(11). We did not review the practices and procedures followed by the Company in making the quarterly securities examinations, counts, verifications and comparisons, and the recordation of differences required by rule 17a-13 or in complying with the requirements for prompt payment for securities under Section 8 of Regulation T of the Board of Governors of the Federal Reserve System, because the Company does not carry security accounts for customers or perform custodial functions relating to customer securities.

The management of the Company is responsible for establishing and maintaining an internal control structure and the practices and procedures referred to in the preceding paragraph. In fulfilling this responsibility, estimates and judgments by management are required to assess the expected benefits and related costs of internal control structure policies and procedures and of the practices and procedures can be expected to achieve the Commission's above mentioned objectives. Two of the objectives of an internal control structure and the practices and procedures are to provide management with reasonable, but not absolute, assurance that assets for which the Company has responsibility are safeguarded against loss from unauthorized use or disposition and that transactions are executed in accordance with management's authorization and recorded properly to permit preparation of financial statements in conformity with accounting principles generally accepted in the United States of America. Rule 17a-5(g) lists additional objectives of the practices and procedures listed in the preceding paragraph.

Because of inherent limitations in any internal control structure or the practices and procedures referred to above, errors or irregularities may occur and not be detected. Also, projection of any evaluation of them to future periods is subject to the risk that they

## INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL (Continued)

may become inadequate because of changes in conditions or that the effectiveness of their design and operation may deteriorate.

Our consideration of the internal control structure would not necessarily disclose all matters in the internal control structure that might be material weaknesses under standards established by the American Institute of Certified Public Accountants. A material weakness is a condition in which the design or operation of the specific internal control structure elements does not reduce to a relatively low level of risk that errors or irregularities in statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. However, our study and evaluation disclosed that lack of segregation of functions exists. Although this condition may be considered to be a material weakness in internal control, it is a condition in entities of this size. This condition was considered in determining the nature, timing and extent of the procedures performed in our audit of the financial statements of Broad Street Securities, Inc. for the year ended March 31, 2009, and this report does not affect our report thereon dated May 30, 2009. In addition, no facts came to our attention which would indicate the Company was not in compliance with its type k(1) and k(2)ii exemptions from the requirements of SEC Rule 15c3-3. However, it should be noted that our examination was not directed primarily toward obtaining knowledge of such noncompliance.

We understand that practices and procedures that accomplish the objectives referred to in the second paragraph of this report are considered by the Commission to be adequate for its purposes in accordance with the Securities Exchange Act of 1934 and related regulations, and that practices and procedures that do not accomplish such objectives in all material respects indicate a material inadequacy for such purposes. Based on this understanding and on our study, we believe that the Company's practices and procedures were adequate at March 31, 2009 to meet the Commission's objectives.

This report is intended solely for the use of management, the Securities and Exchange Commission, FINRA and other regulatory agencies which rely on Rule 17a-5(g) under the Securities and Exchange Act of 1934 and should not be used for any other purpose.

*Massey & Massey Accountancy, LLP.*

Massey & Massey Accountancy, LLP  
Folsom, CA  
May 30, 2009